

NEBRASKA

Law	Chapter 66, Article 4 (Motor Vehicle Fuel Tax) and Article 6, Diesel Fuel Tax Act and Alternative Fuel Tax Act (LB 1160, Laws 1994).
Definitions	<p>Motor vehicle fuel: all products commonly known as gasoline, and including agricultural ethyl alcohol (when blended with gasoline to contain not less than 5% alcohol), but not including methanol. [Sec. 66-482] Alternative fuel: electricity, solar power, and any other source of energy used to power a motor vehicle, but not including motor vehicle fuel, diesel fuel, or compressed fuel. [Sec. 66-686] Alcohol blend: not less than 5% alcohol when blended with gasoline. [Sec. 66-482(4)] Diesel fuel: all combustible liquids suitable for the generation of power in diesel-powered motor vehicles. [Sec. 66-654] Compressed fuel: compressed natural gas, liquefied petroleum gas, liquefied natural gas, butane, and any other type of compressed gas or compressed liquid suitable for fueling a motor vehicle, except motor vehicle fuels and diesel fuel. [Sec. 66-6,100]</p>
Tax Rate	<p>23.5¢ per gallon for all fuels except compressed fuel. Of that, 12.5¢ is fixed, while the other portion, redetermined quarterly, varies with the price of fuel purchased by the state for use in state vehicles. Rate shown is for 4th quarter 1998. [Sec. 66-489, -.4,146, .605.07]</p> <p>23.5¢ per gallon or gallon equivalent for compressed fuel.[Sec. 66-6,107]</p>
Tax Breaks	None.
Exemptions	Agricultural and nonhighway use. Blending agents, including ethanol, are exempt until combined with a taxable fuel. [Sec. 66-489]
Gasohol	No specific provisions.

Special Provisions

All alternative-fuel-powered vehicles must have an annual permit at a cost of \$75 per year. [Sec. 66-686]

Income Tax

Credit of applicable tax rate less 2.25¢ per gallon for nonhighway and agricultural uses. [Sec. 77-2734.03]